

SECRET

OSA-1874-62

26 October 1962

MEMORANDUM FOR: Audit Liaison Officer

25X1A ATTENTION :

SUBJECT : Request for Audit Report
Contracts HB-475 and HB-500
Itek Corporation

1. The attached proposed labor rates have been received from Itek Corporation.

2. Your review of these rates, with a breakdown of their composition, is requested, together with any recommendation or comments you feel are appropriate.

3. You might note that in his proposal No. SMC 62-9015-215 dated 20 July 1962, the Contractor proposed an overhead of OSA of

4. The application of the above rates to the basic wage rates shown in the July 20 proposal, when compared with the attached proposed rates, indicate a somewhat erratic (although generally not unreasonable) profit factor.

5. Please clarify the profit factor used.

1-2
Contracting Officer, OSA

CD/OSA-
Cy 1 -
2 -
3 - CD/OSA HB-475
4 - CD/OSA HB-500
5 - RB/OSA

25X1A

DOCUMENT NO. 20
NO CHANGE IN CLASS. ☒
☐ DECLASSIFIED
CLASS. CHANGED TO: TS S 20 11
NEXT REVIEW DATE:
AUTH: HR 10-2
DATE: 16 July 81 REVIEWER: 008632

SECRET